

2023 Budget Overview

January 12, 2023

Overview of 2023 Budget

- The 2023 budget outlines the resources required to maintain existing service levels and to continue to align to the County's initiatives within the County's strategic plan
- The County's budget was developed in maintaining service levels and combating the current levels of inflation, which is averaging between 6 to 7% into 2023.

Overview of 2023 Budget

1% Levy Increase = \$181,231

- County Base Levy at 10.23%, \$19,976,467

Overall Budget Summary						
	Budget 2022	Budget 2023			% of Levy	% of Overall
Operating Levy	14,763,056	16,431,467	1,668,411		11.30%	9.21%
Capital Levy	3,360,000	3,545,000	185,000		5.51%	1.02%
Overall Levy	18,123,056	19,976,467	1,853,411			10.23%

2023 Overall Budget

- Assessment Growth
 - 2022 was another strong year in new assessment within the County of Perth. Growth was approximately \$466K and represents 2.57% of total increase
 - Remaining increase not supported by growth reduces increase to **7.65%** for 2023

2023 Budgeted Overall Levy			
		\$	%
2022 Levy		18,123,056	
2022 Growth		466,118	2.57%
2022 Levy including Growth		18,589,174	
2023 Levy Increase		1,387,293	7.65%
2023 Budgeted Levy		19,976,467	
Overall Levy Increase		1,853,411	10.23%

2023 Overall Budget

2023 Tax Impact on Median/Typical Property - No Ratio changes

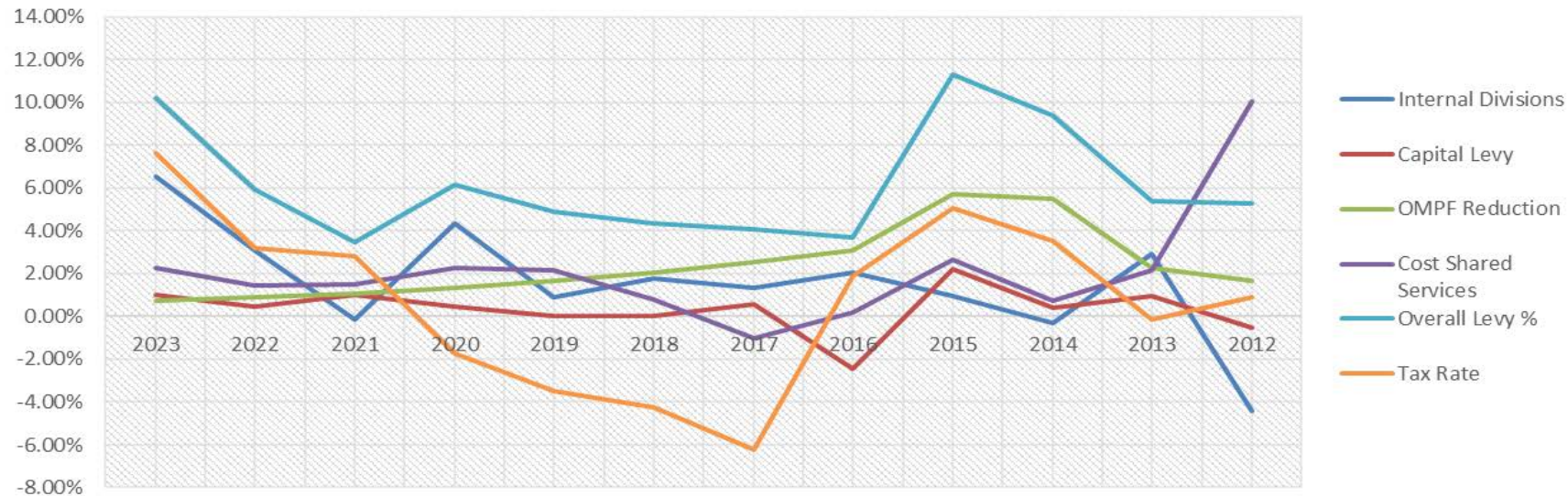
Perth Co, 3100

RTC	RTQ	Description	Prop Code	Prop Count	2022 CVA	2023 CVA	%CVA Change	2022 Upper CVA Taxes	2023 Upper CVA Taxes	\$ Tax Change	%Tax Change
R	T	Single Family Home	301	8,544	263,000	263,000	0.00%	718.11	773.08	54.97	7.65%
R	T	Seasonal Recreational Dwelling	395	6	358,000	358,000	0.00%	977.50	1,052.33	74.83	7.66%
R	T	Residential Condominium Unit	370	242	109,000	109,000	0.00%	297.62	320.40	22.78	7.65%
R	T	Farm House	211	2,893	171,600	171,600	0.00%	468.55	504.41	35.86	7.65%
F	T	Farmland	211	2,788	1,492,500	1,492,500	0.00%	1,018.81	1,096.79	77.98	7.65%
T	T	Managed Forest	244	36	178,200	178,200	0.00%	121.64	130.95	9.31	7.65%
M	T	Apartment Building	340	24	807,000	807,000	0.00%	2,203.48	2,372.14	168.66	7.65%
C	T	Small Office Building	400	27	173,000	173,000	0.00%	589.00	634.08	45.08	7.65%
C	T	Small Retail Commercial Property	410	77	181,000	181,000	0.00%	616.23	663.40	47.17	7.65%
I	T	Standard Industrial Property	520	82	392,000	392,000	0.00%	2,107.71	2,269.04	161.33	7.65%

2023 Overall Budget

	Internal Divisions	Capital Levy	OMPF Reduction	Cost Shared Services	Overall Levy %	Tax Rate	Total Levy	Levy Change
2023	6.54%	1.02%	0.72%	2.26%	10.23%	7.65%	19,976,467	1,853,411
2022	3.10%	0.44%	0.89%	1.44%	5.92%	3.21%	18,123,056	1,013,598
2021	-0.13%	1.03%	1.09%	1.48%	3.49%	2.79%	17,109,458	576,645
2020	4.34%	0.45%	1.36%	2.25%	6.15%	-1.73%	16,532,813	958,458
2019	0.91%	0.00%	1.68%	2.16%	4.91%	-3.46%	15,574,355	728,167
2018	1.77%	0.04%	2.06%	0.77%	4.36%	-4.24%	14,846,188	619,781
2017	1.34%	0.58%	2.52%	-1.01%	4.08%	-6.21%	14,226,407	558,245
2016	2.04%	-2.45%	3.08%	0.20%	3.69%	1.90%	13,668,162	486,641
2015	0.97%	2.21%	5.71%	2.63%	11.30%	5.08%	13,181,521	1,337,938
2014	-0.32%	0.39%	5.51%	0.74%	9.40%	3.52%	11,843,583	1,018,076
2013	2.90%	0.97%	2.25%	2.14%	5.41%	-0.16%	10,825,507	555,723

Levy Percentage History



Overview of 2023 Budget

- Operating Reserve Utilization 2023
 - Total of \$731,815K from operating reserves to assist 2023 budget operations
 - Utilizing \$372,027 from Levy Stabilization reserve within the 2023 budget to assist in temporary increases (\$160,027) and OMPF reduction mitigation (\$212,000).
 - Utilizing the remaining COVID funding of \$90 K in to continue the offset the impact of COVID within the 2023 operational budgets
 - Utilizing the last remaining \$120K from 2019 Modernization funding.

OMPF Funding Reductions

- OMPF funding
 - 2019 \$1.41M, 2020 \$1.20M, 2021 \$1.02M, 2022 \$867,400, 2023 \$737,300.
 - For 2023, allocation is 85% of 2022
 - County receives 100% transitional assistance funding, which is being completely eliminated.
 - OMPF (Ontario Municipal Partnership Fund) reductions continues with a 0.72% effect on 2023 budget.
 - Levy stabilization reserve is anticipated to use **\$212,000 in 2023**. Utilization of this reserve will leave an approximately \$1.37 Million in the reserve for 2023.

FTE Requests and 2023 Salary Analysis

- COLA increases impact 2023 Salary Cost \$328,965
- County has forecasted an increase FTE Count in 2023 of approximately 6 FTEs, the resourcing requests has been indicated within the particular division budgets and will be presented with each division on the requests.

FTE Requests and 2023 Salary Analysis

- 1 FTE Climate Change Coordinator Salaries and Benefits \$88,627 – 0.49%
- 1 Accounts Receivable and Payable Clerk Salaries and Benefits \$81,516 – 0.17%
- 0.50 FTE Receptionist and Record Management Assistant \$36,762 – 0.08%
- 1 GIS Technician position (approved by Council in 2022) Salaries and Benefits \$75,568 - 0.16%
- 2 FTE Paramedics to increase to a 12 hour ambulance from 8-9 hour Salaries and Benefits \$230,038 - 0.32%
- 0.6 Paramedic Part Time Backfill hours Salaries and Benefits \$80,264 - 0.11%
- Total increase in resource service levels impact the levy a combined total of 1.33%

Capital Budget

- 2023 Capital Budget
 - Capital projects total - \$15.2 Million, which includes 39 total projects, major projects for 2023 relate to Roads, Bridges rehabilitation and Courthouse Elevator and Campus Renovation
 - \$8.4 Million funded from reserves
 - \$2.8 Million funded from Canada Community Building Fund (CCBF), Ontario Community Infrastructure Fund (OCIF), Municipal Partners
 - \$4 Million funded from external financing
 - \$3.545 Million capital levy to be transferred to reserves for future capital projects

Asset Management

- The County updated their Asset Management Plan in 2022, which identified a dedicated capital levy increase of 1.4% to close the infrastructure deficit gap over a 5 year period. With the impacts of inflation on capital it has become evident that it is costing more to do the same amount of work therefore has created a change to the County levy requirements than previously identified.
- Within the 2023 budget the increase to the capital levy is \$185,000, 1.02% increase from 2022 levy
- Dedicated increase to Roads and Bridges capital levy over the next 10 years of \$165,000 per year (\$125,000 roads, \$40,000 Bridges)
- Contribution to Roads in 2032 – \$3.625 Million from levy. Based on our current roads program and inflationary impacts the deficit gap to close is approximately \$1.1 Million. The 2023 Capital Levy Budgeted - \$2.550 Million.
- Contribution to Bridges and Culverts in 2032 – \$1.1 Million from levy. Based on our current Bridges and Culverts program and inflationary impacts the deficit gap to close is approximately \$260K. The 2023 Capital Levy Budgeted - \$840K

2023 Budget Format

- 2023 Draft Budget located on the County of Perth Website - www.perthcounty.ca/finance
 - 10 Year Capital Budget Plan
 - 10 year continuity of the County's Capital reserves
 - Individual capital project sheets for 2023 capital projects
 - 3 Year Operating Budgets
 - 2023 Business Plans
 - 2023-2025 budget financial forecasts

2023 Budget Format

- Capital Budget will be presented to Council on January 26th
 - Each Asset Managers will present the capital project sheets for council consideration
- Operating budget will begin to present on February 2nd
 - Divisional managers will provide a overview of the 2023 business plans, along with changes within 3 year operating budgets
- Operating Budget will continue throughout February until all divisions have been presented.

Thank You